

**Request for Proposals
for
Rented and Owned Heavy Equipment**

RFP #RMD 06-06

**Addendum No. 3
Issued on August 18, 2006**

The following information contains corrections and additions to RFP # RMD 06-06.

Should you have any questions, please contact Steve Robles at (909) 386-8797 or email to: srobles@rm.sbcounty.gov

Addendum Description: Answers to written questions and underwriting information

- Question 1:** What is the current annual premium?
Answer: Approximately \$124,000.
- Question 2:** What is the current rate?
Answer: Not based on rate, current policy is based on total coverage offer on policy.
- Question 3:** Is there a co-insurance clause?
Answer: 80%.
- Question 4:** Are deductibles higher than \$5,000 acceptable?
Answer: Yes, higher deductibles may be reviewed.
- Question 5:** Is the equipment labeled/identified or tagged?
Answer: Yes.
- Question 6:** Explain inventorying methods.
Answer: Checked daily by operations staff, Annual physical inventory by Public Works Fleet Supervisor, spot-checked by internal auditors.
- Question 7:** Definition of "multibodied vehicle" as described in schedule.
Answer: They have three bodies that interchange depending on needs.
- Question 8:** Any security devices or tracking devices on the equipment? If so, please give details.
Answer: LoJack
- Question 9:** Number of Storage Yards?
Answer: 16.
- Question 10:** Protection for storage yards, ie. fenced, lighted, guards?
Answer: All fenced and lighted, one with guards, two with camera system.
- Question 11:** Location to which equipment is returned when not in use?
Answer: The 16 terminal yards

Question 12: Is Equipment housed?
Answer: Some.

Question 13: Is equipment in the open?
Answer: Some.

Question 14: If equipment is in the open is the area fully enclosed by fence?
Answer: Some

Question 15: Does applicant do any dynamiting or work at jobsites that might do dynamiting work?
Answer: No.

Question 16: Will equipment be used over water, such as bridge building, etc?
Answer: Sometimes.

Question 17: Any work done underground, such as mining or drilling?
Answer: No.

Question 18: How often is equipment serviced and by whom?
Answer: Daily by our Public Works Department staff and San Bernardino Fleet Management.

Question 19: Is the equipment driven solely by employees of the Assured?
Answer: Yes.

Question 20: When do you expect to receive currently valued loss runs for the past five (5) years? Upon your receipt, I look forward to same.
Answer: Claims Experience – No claims presented. Awaiting claims report from carrier.

Question 21: The County desires a three-year policy term. Would it be acceptable if my carrier offers one year policy terms for as long as you desire?
Answer: Yes

Question 22: Where is equipment stored at night?
Answer: Various.

Question 23: Security at night facilities (fenced, guards, etc.)?
Answer: Some.

Question 24: LoJack on leased equipment?
Answer: NO

Question 25: Coverage for misc tools? If so, max limit per tool
Answer: NO.

Question 26: Coverage for employee misc tools? If so, max limit per employee and max limit per tool.
Answer: No.

Question 27: Is there a limit on scheduled equipment? For example the following limits apply for leased or rented equipment:
\$175,000 for "loss" to any one item of leased or rented equipment.
\$750,000 for "loss" to all such leased or rented items.
Can you verify if similar limits apply to the scheduled equipment?

Answer: Current policy is \$3,775,000 in any one "loss" but not more than the Limit of Insurance shown in the current schedule.

EXPOSURE DATA

1. Commercial Inland Marine Contractors Insurance for County owned, leased & rented equipment
 - a. Revised Schedule of County owned equipment – to be provided.
 - b. Revised Schedule of leased and rented equipment – to be provided.

REVISED CALENDAR:

Deadline for Submission of proposals
Tentative date for mailing Award Letter
Effective date of policy

Monday, October 2, 2006 4PM
November 2006
December 2006